## Senate File 2065 - Introduced

SENATE FILE 2065
BY RAGAN and MATHIS

## A BILL FOR

- 1 An Act relating to claims incorrectly denied or underpaid by
- 2 Medicaid managed care organizations.
- 3 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:

## S.F. 2065

- 1 Section 1. MEDICAID PROVIDER INCORRECTLY DENIED OR
- 2 UNDERPAID CLAIMS INTEREST. The department of human services
- 3 shall contractually require that a Medicaid managed care
- 4 organization that fails to pay a claim submitted by a provider
- 5 that is ultimately found to be incorrectly denied or underpaid
- 6 through an appeals process or audit shall pay a Medicaid
- 7 provider claimant, in addition to the amount owed, an interest
- 8 payment based on the amount owed as follows:
- 9 l. If paid within forty-five days of the date the claim was
- 10 submitted, interest at the rate of twelve percent per annum.
- 11 2. If paid between forty-six and sixty days of the date the
- 12 claim was submitted, interest at the rate of eighteen percent
- 13 per annum.
- 14 3. If paid sixty-one or more days from the date the claim
- 15 was submitted, interest at the rate of twenty-one percent per
- 16 annum.
- 17 EXPLANATION
- 18 The inclusion of this explanation does not constitute agreement with
- 19 the explanation's substance by the members of the general assembly.
- 20 This bill requires the department of human resources to
- 21 contractually require that if a claim submitted by a Medicaid
- 22 provider is ultimately found to be incorrectly denied or
- 23 underpaid through an appeals process or audit, a managed care
- 24 organization (MCO) shall pay a Medicaid provider claimant, in
- 25 addition to the amount owed, an interest payment based on the
- 26 amount owed and the number of days that have elapsed since the
- 27 claim was submitted ranging from a rate of 12 to 21 percent per
- 28 annum.